

Message Text

LIMITED OFFICIAL USE

PAGE 01 LIMA 04455 312203Z
ACTION L-03

INFO OCT-01 ARA-06 ISO-00 TRSE-00 EUR-12 INT-05 OPIC-03
XMB-02 EB-07 COME-00 IGA-02 AID-05 SSO-00 /046 W
-----312217Z 012121 /14
O 312144Z MAY 77
FM AMEMBASSY LIMA
TO SECSTATE WASHDC IMMEDIATE 5040

LIMITED OFFICIAL USE LIMA 4455

E.O. 11652: N/A
TAGS: EIND, EFIN, EMIN, PFOR, BDIS, PE
SUBJECT: MARCONA: PROBLEMS WITH SHIPPING CONTRACT

REF:) LIMA 4245

1. AMBASSADOR, ACCOMPANIED BY E/C COUNSELOR, CALLED EARLY AFTERNOON MAY 30 ON DR. JOSE LUIS BROUSSET, PRESIDENT OF BANCO POPULAR AND MEMBER OF GOP MARCONA COMMISSION. AMBASSADOR REVIEWED PROBLEMS OF SHIPPING CONTRACT WITH BROUSSET, AND EXPRESSED OUR SURPRISE AND CONCERN AT CPV'S MISINTERPRETATION OF BOTH THE SHIPPING CONTRACT AND THE AGREEMENT. AMBASSADOR STATED OUR PRINCIPAL OBJECTIONS TO CPV POSITION, AND HANDED BROUSSET COPIES OF CPV MESSAGE (STATE 116815) AND COPY OF TALKING POINTS DRAWN FROM PARAS 2 THROUGH 4 OF STATE 116816.

2. BROUSSET INDICATED CLEARLY THAT HE HAD BEEN AWARE OF CPV'S POSITION SINCE THE FIRST DAYS OF MAY, WHEN CPV HAD RAISED ISSUE AT INTERNAL GOP MEETING. HE HAD EXPRESSED SURPRISE AT THE TIME THAT IF, IN FACT, SHIPMENTS (AND COMPENSATION) SHOULD HAVE STOPPED AT 2 MILLION TONS, THEN WHY HADN'T CPV BEEN MONITORING THE CONTRACT SO AS TO KNOW WHEN THE LIMIT OF
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 LIMA 04455 312203Z

COMPENSATION UNDER THE AGREEMENT (SIC) HAD BEEN REACHED? BROUSSET ADDED THAT HE HAD RECEIVED NO SATISFACTORY ANSWER TO HIS QUERY.

3. WHILE BROUSSET NOW RECOGNIZES THAT THERE IS A PROBLEM, AND STRESSED THAT HE WANTED TO RESOLVE IT WITHOUT CREATING FRICTION BETWEEN OUR TWO COUNTRIES,

HE APPEARS AT THIS TIME TO BE SEEKING A SOLUTION WHICH WOULD NOT BE ACCEPTABLE TO US, I.E. HE MENTIONED THE POSSIBILITY OF SOME KIND OF ONGOING CONTRACTUAL SHIPPING ARRANGEMENT BETWEEN MARCONA AND CPV WHICH WOULD MITIGATE THE ALLEGED OVERPAYMENT UNDER THE DEC. 11, 1975 CONTRACT. WE CONTINUED TO INSIST THAT MARCONA HAD COMPLIED WITH THE TERMS OF THE SHIPPING CONTRACT, THAT THE CONTRACT HAS NOW EXPIRED, AND THAT THUS IN OUR EYES THIS ASPECT OF THE COMPENSATION IS BEHIND US. INDEED, RELATIONS BETWEEN MARCONA AND THE CPV HAD BEEN CORDIAL UNTIL VERY RECENTLY. WE HAD ALL ASSUMED THAT THE SHIPPING CONTRACT HAD BEEN CARRIED OUT SUCCESSFULLY AND TO THE SATISFACTION OF ALL PARTIES.

4. BROUSSET SAID THAT THERE WOULD BE FURTHER DISCUSSION OF CPV'S PROBLEMS WITH THE SHIPPING CONTRACTS WITHIN THE GOP INCOMING DAYS. AMBASSADOR NOTED THAT IF QUESTION STILL UNRESOLVED IT WOULD ALMOST CERTAINLY BE RAISED BY ASSISTANT SECRETARY TODMAN IN SATURDAY MORNING (JUNE 4) BREAKFAST MEETING WITH FOREIGN MINISTER, WHICH NEW MINISTER OF FINANCE MIGHT ALSO ATTEND (SEPTELS). BROUSSET FOR HIS PART PROMISED TO LET US KNOW IF THERE WERE ANY DEVELOPMENTS IN THE CASE DURING THE COURSE OF THIS WEEK.
DEAN

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CLAIMS, MARINE TRANSPORTATION, COMPENSATION, AGREEMENTS, DIPLOMATIC DISCUSSIONS, CONTRACTS
Control Number: n/a
Copy: SINGLE
Sent Date: 31-May-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977LIMA04455
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770193-0783
Format: TEL
From: LIMA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t1977053/aaaaacga.tel
Line Count: 88
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: a1cf428c-c288-dd11-92da-001cc4696bcc
Office: ACTION L
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 LIMA 4245
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 06-Apr-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2414738
Secure: OPEN
Status: NATIVE
Subject: MARCONA: PROBLEMS WITH SHIPPING CONTRACT
TAGS: EIND, EFIN, EMIN, PFOR, BDIS, PE, MARCONA, CPV, (BROUSSET, JOSE LUIS), (DEAN, ROBERT W)
To: STATE
Type: TE
vdkgvwkey: odhc://SAS/SAS.dbo.SAS_Docs/a1cf428c-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009